

A one-time appropriation of \$12,000 from the General Fund to the Insurance Department for actuarial and rulemaking services would be needed to implement the provisions of this bill.

This bill could affect medical insurance costs to State government, some local governments, and some private businesses by increasing premiums up to 1.0 percent. Pilot programs by Public Employees Health Program (PEHP) implementing key provisions of this bill indicate there may be a net savings through education and improved diabetes management once the program is fully operational. Actual costs will depend on the insurance company involved, the coverage currently held, and the type of education program implemented as a result of the bill.

Additional insurance benefits could result in added costs for the mandated benefit. The costs of mandated coverage may be recovered by: 1) reducing other benefits; 2) increasing premiums; 3) reducing insurance company profits; or 4) increasing insurance company losses.

	<u>FY 99 Approp.</u>	<u>FY 00 Approp.</u>	<u>FY 99 Revenue</u>	<u>FY 00 Revenue</u>
General Fund	\$12,000	\$0	\$0	\$0
<b>TOTAL</b>	<b>\$12,000</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>